

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: April 3, 1995

SUBJECT: **SB 1289 - HB 711**

This bill, if enacted, will allow a person, corporation, organization or other entity to employ a physician, either individually or as a corporation, including a limited liability company, to treat only the entity's employees. Such employment would not constitute the practice of medicine by the employing entity. A written employment contract is required and must contain clauses which do not restrict or otherwise influence the physician from exercising independent medical judgment. The bill prohibits noncompetition clauses in employment agreements. The Board of Medical Examiners is required to promulgate regulations to insure that ethical constraints are observed.

The fiscal impact from enactment of this bill is estimated to be an increase in state expenditures to promulgate regulations and to insure that such regulations are implemented and followed; however, the amount of increase is estimated to be not significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



SB 1289 - HB 711

James A. Davenport, Executive Director